

PAYGO CAPITAL PROJECTS

A Paygo capital project is funded by either General, Special, or Federal Funds or a combination of funds. The portion of the project funded through General Obligation Bonds is **NOT** to be included in the FY 2007 budget request.

Subprogram Reporting

The FY 2006 Budget Bill (Section 28) requires that when multiple Paygo capital projects are budgeted in the same **non-transportation** program, each project is to be budgeted in a separate subprogram under the following conditions:

- More than one Paygo capital project is included in the same eight-digit program in the FY 2007 budget (including projects that may be added in the FY 2007 Allowance).
- Funding is provided for two or more Paygo capital projects within the same non-transportation capital program in any of the reporting years (FY 2005 actual, FY 2006 appropriation, FY 2007 request, FY 2007 allowance). If a project spans more than one reporting year, the same subprogram should be used for comparison purposes.

The budget detail for fiscal year 2005 and FY 2006 shall be organized in the same fashion to allow comparison between years. To the extent possible, subprograms for projects spanning multiple years shall be retained to preserve funding history (FY 2002 and prior actuals).

Agencies should work with their Budget Analyst to identify subprograms for **new Paygo capital projects** to be added in FY 2007. The following programs had more than one project in FY 2006 and meet the reporting requirement in FY 2006 and prior year budgets:

<u>Department</u>	<u>Sub Program</u>
Board of Public Works	D06E0201 D06E0202
Department of Natural Resources	K00A0510 K00A0511 K00A1709
Department of Housing and Community Development	S00A2402 S00A2508 S00A2509
Department of Business and Economic Development	T00F0009
Department of Public Safety and Correctional Services	Q00A0105

If you need additional guidance, please contact your Budget Analyst or Kurt Stolzenbach at 410-260-7416